S. 528

To amend the Agricultural Adjustment Act to prohibit the Secretary of Agriculture from basing minimum prices for Class I milk on the distance or transportation costs from any location that is not within a marketing area, except under certain circumstances, and for other purposes.

IN THE SENATE OF THE UNITED STATES

February 8, 2007

Mr. Feingold introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

A BILL

To amend the Agricultural Adjustment Act to prohibit the Secretary of Agriculture from basing minimum prices for Class I milk on the distance or transportation costs from any location that is not within a marketing area, except under certain circumstances, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Federal Milk Mar-
- 5 keting Reform Act of 2007".

1	SEC. 2. LOCATION ADJUSTMENTS FOR MINIMUM PRICES
2	FOR CLASS I MILK.
3	Section $8c(5)$ of the Agricultural Adjustment Act (7
4	U.S.C. 608c(5)), reenacted with amendments by the Agri-
5	cultural Marketing Agreement Act of 1937, is amended—
6	(1) in paragraph (A)—
7	(A) in clause (3) of the second sentence, by
8	inserting after "the locations" the following:
9	"within a marketing area subject to the order";
10	and
11	(B) by striking the last 2 sentences and in-
12	serting the following: "Notwithstanding sub-
13	section (18) or any other provision of law, when
14	fixing minimum prices for milk of the highest
15	use classification in a marketing area subject to
16	an order under this subsection, the Secretary
17	may not, directly or indirectly, base the prices
18	on the distance from, or all or part of the costs
19	incurred to transport milk to or from, any loca-
20	tion that is not within the marketing area sub-
21	ject to the order, unless milk from the location
22	constitutes at least 50 percent of the total sup-
23	ply of milk of the highest use classification in
24	the marketing area. The Secretary shall report
25	to the Committee on Agriculture of the House

of Representatives and the Committee on Agri-

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culture, Nutrition, and Forestry of the Senate
on the criteria that are used as the basis for the
minimum prices referred to in the preceding
sentence, including a certification that the minimum prices are made in accordance with the
preceding sentence."; and
(2) in paragraph (B)(ii)(c), by inserting after

(2) in paragraph (B)(ii)(c), by inserting after "the locations" the following: "within a marketing area subject to the order".

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